- (e) Non-alcoholic. The term "non-alcoholic" may be used on malt beverages, provided the statement "contains less than 0.5 percent (or .5%) alcohol by volume" appears in direct conjunction with it, in readily legible printing and on a completely contrasting background.
- (f) Alcohol free. The term "alcohol free" may be used only on malt beverages containing no alcohol.

 $[\mathrm{T.D.\ ATF-}339,\ 58\ \mathrm{FR}\ 21232,\ \mathrm{Apr.}\ 19,\ 1993]$ 

## Subpart I—Use of the Term "Organic"

## §7.81 Use of the term "organic."

- (a) Use of the term "organic" is optional and is treated as "additional information on labels" under §7.28(e).
- (b) Any use of the term "organic" on a malt beverage label or in advertising of malt beverages must comply with the United States Department of Agriculture's (USDA) National Organic Program rules (7 CFR part 205) as interpreted by the USDA.
- (c) This section applies to labels and advertising that use the term "organic" on and after October 21, 2002.

[T.D. ATF-483, 67 FR 62858, Oct. 8, 2002]

#### PART 8—EXCLUSIVE OUTLETS

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AUTHORITY: 15 U.S.C. 49-50; 27 U.S.C. 202 and 205; 44 U.S.C. 3504(h).

SOURCE: T.D. ATF-74, 45 FR 63256, Sept. 23, 1980, unless otherwise noted.

# Subpart A—Scope of Regulations

#### §8.1 General.

The regulations in this part, issued pursuant to section 105 of the Federal Alcohol Administration Act (27 U.S.C. 205), specify arrangements which are exclusive outlets under section 105(a) of the Act and criteria for determining whether a practice is a violation of section 105(a) of the Act. This part does not attempt to enumerate all of the practices prohibited by section 105(a) of the Act. Nothing in this part shall operate to exempt any person from the requirements of any State law or regulation.

[T.D. ATF-364, 60 FR 20425, Apr. 26, 1995]

## §8.2 Territorial extent.

This part applies to the several States of the United States, the District of Columbia, and Puerto Rico.

#### §8.3 Application.

- (a) General. This part applies only to transactions between industry members and retailers. It does not apply to transactions between two industry members; for example, between a producer and a wholesaler.
- (b) Transactions involving State agencies. The regulations in this part apply only to transactions between industry members and State agencies operating as retailers as defined in this part. The regulations do not apply to State agencies with regard to their wholesale dealings with retailers.

#### § 8.4 Jurisdictional limits.

- (a) General. The regulations in this part apply where:
- (1) The industry member requires, by agreement or otherwise, a retailer to purchase distilled spirits, wine, or malt beverages from such industry member to the exclusion in whole or in part of products sold or offered for sale by other persons in interstate or foreign commerce; and